seas of the Reliance World Cup Cric ket Tournament vest Jointly in the Board of Control for Cricket in PaJrisj tarn. ...

(b) and c) Do not arise.

Affairs of Mazagaon Dock Limited.

962. SHRI BIR BHAQRA PRATAP SINGH: Will the Minister of DE FENCE, "be pleased to state: '

(a) whether *it* is a fact that Maza-gon Dock Limited has suffered an immense loss of money and reputation as a result of gross mismanagement and dishonest policies carried out by some of its top officials in the past few years;

(b) if so^ what are details thereof incuding tne losses incurred in various projects, the, action take against each one of those officials and " the steps taken to ensure that such things do, not take place in future; and '

(c.) what are the details of the, work sub-contraeted by Mazagaon Dock Ltd, foreign companies for oil and oil-related projects?

THE MINISTER OF STATE IN THE DEPARTMENT OF DEFENCE PRO* PUCTION AND SUPPLIES IN THE MINISTRY OF DEFENCE CSHRI SHIVRAJ PATIL): (a) Mazagaon 'Dock Limited suffered a net loss of ' Rs. 12. 94 crores and Rs. 38. 97 crores (including Rs. 19. 61 crores on account of previous years adjustments) during 1984-85 and 1985-86 respectively • Losses were occasioned due to a host of factors like serious time - and cost overruns, high cost of operations, un-remunerative prices on certain projeets inadequate financial ana ac-counting systems, as well as very unsatisfactory periformance of top man-agement, of the Company. However nothing has come to the notice of tha " Government to establish that losses could be attributed to any dishonest policies on the part ot any of the top ' official Of the Company..

(b) The Company suffered losses largely on various projects in respect of {activities relating to production transportation and installation of off shore structureslvessels. Action was taken againt the top management of the Company by ordering immediate removal of. the then Chairman-cum-Managing Director (Finance) in De cember. 1985 • and it was also decided to replace the then Director (Offshore) and DlPedtor (Shipbuilding). The Company has undertaken various remedial steps including revamping of the Financial Management System% build up of organisation proper reporting and monitoring reduction in capital expenditure measures aimed , at reduction in costs an fimpzoyement in productivty. The Company has also set up a Task Force to ca-rv out audit of its operation/ from the point of view of echno-econ'omic viability of various projects and operations; review of investment decisions in re;: oect of capital projects,. diversification plansj , programmes and formulation of guide" lines for future growth.

(c) Various works related to offshare activities were subcontracted by the • Company to foreign firms Wherever considered necessary to provide technical back-up and due to nossvailabi Mity or limited availabjl. it voi indige-neuos capabilities.. Type of work subcontracted includes fabrication of structures transportation innallatio'-hook-up and commissioning o[r] HPfshore structures including pipe-laying riser installation buria lof pipelines; spe-cialised support for operations like grouting, positioning surveys etc; technical and specialised assistance for activities like fabrication' drivng ser-vietes "equipment^ management and' engineeringjj. services.